

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 7563**

**BILL NUMBER:** HB 1542

**NOTE PREPARED:** Jan 12, 2003

**BILL AMENDED:**

**SUBJECT:** Regional Economic Growth Revolving Loan Fund.

**FIRST AUTHOR:** Rep. Weinzapfel

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:**    **GENERAL**  
                          **X DEDICATED**  
                          **FEDERAL**

**IMPACT:** State

**Summary of Legislation:** This bill creates the Regional Economic Growth Revolving Loan Fund. It provides that certain entities that propose a project to create or retain jobs or otherwise affect the development of the state's economy within a geographic region are eligible for a loan from the fund. The bill provides that the Development Finance Authority administers the fund. The bill also specifies the terms and conditions of a loan. It requires the Authority and the Department of Commerce to consider certain economic criteria before the Bond Bank issues a loan.

**Effective Date:** July 1, 2003.

**Explanation of State Expenditures:** This bill creates the Regional Economic Growth Revolving Loan Fund. The loans are granted by the Development Finance Authority and can not exceed \$100,000. The loans can be made to a corporation, limited liability company, person, partnership, or other business association. The purpose of the fund is to create or retain jobs or significantly affect the economic development in the industrial, commercial, agricultural, service, or tourism economies in an economic region. The fund consists of legislative appropriations and repayment of loans. The bill does not provide a source of revenue, nor does it appropriate money to the Fund for loans. Money in the Fund does not revert to the state General Fund at the end of a fiscal year. The impact would depend on the amount appropriated to the fund.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Department of Commerce; Development Finance Authority.

**Local Agencies Affected:**

**Information Sources:**

**Fiscal Analyst:** Chuck Mayfield, 317-232-4825